



United States Department of the Interior

5/021/032

BUREAU OF LAND MANAGEMENT

**Cedar City Field Office**

176 East DL Sargent Drive  
Cedar City, UT 84720  
Telephone (435) 586-2401  
FAX (435) 865-3058

In Reply Refer To:

UT-040

3600: UTU-79327, Beryl Jct. (Rhyolite #1 Quarry) Sales Contract

**Certified Mail #7002 0860 0007 1304 7614**

**Return Receipt Requested**

January 30, 2003

Mr. Preston Hafen  
Color Country Rock, LLC  
291 E 1400 S #1  
St. George, Utah 84790

Dear Mr. Hafen:

This letter is in regard to a materials sales contract issued through this office to Color Country Rock (CCR). The contract was serialized as BLM file UTU-79327 (Division file S/021/032, The Rhyolite #1 Project); the contract site is located 3 miles west / southwest of Beryl Jct., Iron County, Utah. CCR originally obtained a one-year contract to remove mineral materials from this site during the period of June 30, 2001 through June 30, 2002. The contract was extended for a one-year period of June 30, 2002 through June 30, 2003.

Through letter dated August 1, 2002 from this office, I agreed to postponing a mandatory bond to secure 3<sup>rd</sup> party reclamation of the site until January 30, 2003. To date, no bond has been arranged for this site.

This is a reminder that a satisfactory bond to secure 3<sup>rd</sup> party reclamation of this site must be filed immediately or you will be in violation of the contract terms for the site. As of my last inspection of the site on October 22, 2002, site disturbances totaled 1½ acres. My initial estimate of the bond amount necessary to secure 3<sup>rd</sup> party reclamation of this disturbed area is \$2,250.

To avoid possible contract cancellation under section 13 of the sales contract, as well as liability for damages under section 14 of the contract, please contact me immediately to make arrangements to bond this site. I can be reached at the letterhead address and by telephone at 435-865-3040.

Sincerely,

Ed Ginouves  
Mining Engineer

RECEIVED

FEB 04 2003

DIV. OF OIL, GAS & MINING

Cc: Doug Jensen, DOGM, Rhyolite #1 Project, Division file S/021/032